

Kirk D. Miller, WSBA #40025
Kirk D. Miller, P.S.
421 W. Riverside Avenue, Suite 660
Spokane, WA 99201
(509) 413-1494 Telephone
(509) 413-1724 Facsimile

Brian Cameron, WSBA #44905
Cameron Sutherland, PLLC
421 W. Riverside Ave., Ste. 660
Spokane, WA 99201
(509) 315-4507 Telephone
(509) 315-4585 Facsimile

IN THE UNITED STATES DISTRICT COURT
EASTERN DISTRICT OF WASHINGTON

RYAN DALEY, and individual, and)
ISAAK CURRY, an individual, each on) Case No.: 2:18-CV-00381-SMJ
behalf of himself and all others)
similarly situated,) FIRST AMENDED COMPLAINT

Plaintiff,) (JURY DEMANDED)

vs.)

GREYSTAR REAL ESTATE)
PARTNERS, LLC, a Delaware limited)
liability company; GREYSTAR)
MANAGEMENT SERVICES, L.P., a)
Delaware corporation; GREYSTAR RS)
WEST, LLC, a Delaware limited)
liability company,)

Defendants.)

1 Plaintiffs Ryan Daley and Isaak Curry, each on behalf of himself and all others
2 similarly situated, by and through their attorneys, Kirk D. Miller of *Kirk D. Miller,*
3 *P.S.*, and Brian G. Cameron of *Cameron Sutherland, PLLC*, allege the following:

4 I. COMPLAINT

5 1.1 This is an action for damages and remedies against Greystar Real Estate
6 Partners, LLC, Greystar Management Services, L.P., and Greystar RS
7 West, LLC, pursuant to the Washington Residential Landlord-Tenant
8 Act (RCW 59.18, *et seq.*)

9 II. JURISDICTION & VENUE

10 2.1 Jurisdiction of this Court arises under 28 U.S.C. § 1332.

11 2.2 Defendant is a citizen of Delaware State.

12 2.3 Plaintiffs are each citizens of Washington State.

13 2.4 The matter in controversy is a putative class action which exceeds the
14 sum or value of seventy-five thousand dollars (\$75,000.00), exclusive
15 of interest and costs.

16 2.5 Declaratory relief is available pursuant to 28 U.S.C. §§ 2201 and 2202.

17 2.6 Venue is proper in this District under 28 U.S.C. § 1391(b) because the
18 Defendant conducts affairs and transacts business in this District, and
19 the unlawful acts giving rise to this Complaint occurred in this District.

III. PARTIES

3.1 At all relevant times, Plaintiff Daley was a resident of the state of Washington, residing within the territorial jurisdiction area of the United States District Court for the Eastern District of Washington.

3.1 At all relevant times, Plaintiff Curry was a resident of the state of Washington, residing within the territorial jurisdiction area of the United States District Court for the Eastern District of Washington.

3.2 Defendant Greystar Real Estate Partners, LLC is a Delaware limited liability company primarily engaged in the business of managing rental properties in Washington State and elsewhere.

3.3 The name “Greystar” is a trademarked name owned by Defendant Greystar Real Estate Partners, LLC.

3.4 Defendant Greystar Real Estate Partners, LLC and its related, parent, and subsidiary corporations are providers of services to residents, property owners, and investors in the multifamily real estate industry.

3.5 Defendant Greystar Real Estate Partners, LLC and its agents and employees are in the business of renting or leasing residential real estate in Washington State.

3.6 Defendant Greystar Real Estate Partners, LLC owns or operates the website www.greystar.com.

1 3.7 Defendant Greystar Real Estate Partners, LLC uses its website for
2 online leasing of residential properties in Washington State and
3 elsewhere.

4 3.8 Defendant Greystar Real Estate Partners, LLC is an owner, lessor,
5 sublessor, or the designated representative of the owner, lessor, or
6 sublessor, or an agent, resident manager, or a designated property
7 manager for multiple dwelling units, or the property of which the
8 dwelling unit is a part, throughout Washington State and elsewhere.

9 3.9 Defendant Greystar Real Estate Partners, LLC is a “Landlord” as
10 defined by RCW 59.18.030(14).

11 3.10 Defendant Greystar Real Estate Partners, LLC is the parent
12 corporation, which wholly owns the other two defendants.

13 3.11 Defendant Greystar RS West, LLC is an owner, lessor, sublessor, or the
14 designated representative of the owner, lessor, or sublessor, or an agent,
15 resident manager, or a designated property manager for multiple
16 dwelling units, or the property of which the dwelling unit is a part,
17 throughout Washington State and elsewhere.

18 3.12 Defendant Greystar RS West, LLC is a wholly owned subsidiary of
19 Greystar Real Estate Partners, LLC.

1 3.13 All acts performed by Greystar RS West, LLC are done on behalf of
2 and at the direction of Greystar Real Estate Partners, LLC.

3 3.14 Defendant Greystar RS West, LLC is an agent of Greystar Real Estate
4 Partners, LLC.

5 3.15 Defendant Greystar RS West, LLC is a “Landlord” as defined by RCW
6 59.18.030(14).

7 3.16 Defendant Greystar Management Services L.P. is an owner, lessor,
8 sublessor, or the designated representative of the owner, lessor, or
9 sublessor, or an agent, resident manager, or a designated property
10 manager for multiple dwelling units, or the property of which the
11 dwelling unit is a part, throughout Washington State and elsewhere.

12 3.17 Defendant Greystar Management Services L.P. is a wholly owned
13 subsidiary of Greystar Real Estate Partners, LLC.

14 3.18 All acts performed by Greystar Management Services L.P. are done on
15 behalf of and at the direction of Greystar Real Estate Partners, LLC.

16 3.19 Defendant Greystar Management Services L.P. is an agent of Greystar
17 Real Estate Partners, LLC.

18 3.20 Defendant Greystar Management Services L.P. is a “Landlord” as
19 defined by RCW 59.18.030(14).

1 3.21 Defendant Greystar Management Services, L.P. was sued in this Court
2 in 2015 in the case of *Fleming v. Greystar Management Services, L.P.*
3 Case No. 2:15-cv-00174-SMJ.

4 3.22 The *Fleming* case asserted violations of federal law arising out of the
5 defendant's property management practices – specifically its tactics
6 used to collect post move-out charges from former tenants.

7 3.23 In *Fleming*, the answer filed at ECF No. 3 unequivocally stated that the
8 wrong Greystar entity had been named and that the correct entity is
9 'Greystar Real Estate Partners, LP'.

10 3.24 After the parties agreed to amend the *Fleming* action to name 'Greystar
11 Real Estate Partners, LP', Greystar decided 'Graystar Management
12 Services, L.P.' was the correct party after all and proceeded to file
13 additional pleadings and a dispositive motion.

14 3.25 *Fleming* was eventually certified as a class action and the class settled
15 with Greystar Management Services, LP.

16 3.26 None of the named defendants herein have materially altered the scope
17 of their functions and responsibilities within the Greystar Real Estate
18 Partners LLC organization since 2015.

19 3.27 Greystar Real Estate Partners, LLC does not distinguish between itself
20 and its subsidiaries in its online or print materials.

1 3.28 Using the Greystar trademark name, Greystar Real Estate Partners,
2 LLC states on its website that

3 [w]ith over 491,000 multifamily units and student beds
4 under management globally, Greystar provides a wealth of
5 experience in managing all product types and servicing a
6 diverse investor group.

6 3.29 Greystar Real Estate Partners, LLC represents to the general public that
7 it is a manager of residential properties in Washington and elsewhere.

8 3.30 Greystar Real Estate Partners, LLC controls the disclosures provided
9 to prospective tenants on the www.greystar.com website.

10 3.31 Neither Greystar Management Services L.P., nor Greystar RS West,
11 LLC have authority or control over Greystar Real Estate Partners, LLC
12 with respect to the content of the information and disclosures on the
13 www.greystar.com website.

14 3.32 On January 22, 2019, counsel for Defendant Greystar Management
15 Services L.P. called Plaintiffs' counsel and, without explanation
16 regarding what had changed in the Greystar corporate structure since
17 2015, stated that neither Greystar Management Services, L.P., nor
18 Greystar Management Services, LLC could be liable for the acts and
19 omissions complained of herein.

1 3.33 Counsel for Greystar Management Services, L.P. stated that Greystar
2 RS West, LLC is the proper defendant in the case.

3 3.34 All Defendants are jointly and severally liable for the acts and
4 omissions complained of herein.

5 IV. FACTS¹

6 4.1 In May of 2018, Plaintiff Daley applied to rent a unit at the Bella Tess
7 apartment complex in Spokane, Washington.

8 4.2 The Bella Tess apartments are owned or managed by Defendant
9 Greystar.

10 4.3 In January 2018, Plaintiff Curry applied to rent a unit at The Homestead
11 apartment complex in Spokane, Washington.

12 4.4 The Homestead apartments are owned or managed by Defendant
13 Greystar.

14 4.5 Defendant obtains a tenant screening report on all prospective
15 Washington tenants, who are over the age of eighteen, including
16 Plaintiffs.

17
18
19 ¹ As used herein and for the remainder of the Complaint, the terms “Defendant” and
20 “Greystar” apply to each defendant individually and collectively. Each Defendant
21 must file a separate Answer in response to this Complaint.

1 4.6 All prospective tenants in Washington State, who are over the age of
2 eighteen, are required to pay a tenant screening fee prior to renting a
3 unit at any property Defendant owns or manages.

4 4.7 Defendant utilizes web-based RealPage, Inc. to facilitate all online
5 applications and tenant screening reports.

6 4.8 Defendant uses consumer reports to screen prospective tenants.

7 4.9 Prior to a prospective tenant being charged for a tenant screening fee,
8 Defendant, either directly or through a RealPage, Inc. website, provides
9 standardized disclosures to all prospective tenants.

10 4.10 The tenant screening fee is non-refundable.

11 4.11 Prior to charging a tenant screening fee, Defendant discloses to all
12 prospective tenants, in relevant part:

13 This information may be provided in the form of a
14 consumer report obtained from one or more of the
consumer reporting agencies listed below ...

15 4.12 Under the Defendant's statement set forth above in ¶ 4.11, Defendant
16 then lists four consumer reporting agencies from which Defendant
17 might possibly obtain information regarding the prospective tenant.

18 4.13 Prior to the prospective tenant paying the tenant screening fee,
19 Defendant does not disclose in writing, or by posting, from which, if
20

1 any, of the four listed consumer reporting agencies Defendant will
2 obtain a report.

3 4.14 Defendant does not obtain consumer reports on prospective
4 Washington tenants from more than one of the listed consumer
5 reporting agencies.

6 4.15 Defendant obtains consumer reports from RealPage, Inc., which
7 compiles consumer information obtained from other sources.

8 4.16 Defendant only obtained a consumer report from RealPage, Inc. when
9 deciding whether to accept Plaintiff's application.

10 4.17 Prospective tenants are unable to find out through any medium which
11 of the four consumer reporting agencies provided information to
12 Defendant unless the rental application is denied or conditionally
13 approved by Defendant.

14 4.18 For any prospective tenant, information contained in the consumer
15 reports from the four different possible sources may be different.

16 4.19 Prior to a prospective tenant paying the tenant screening fee, Defendant
17 does not disclose to any prospective tenant in writing, or by posting,
18 whether it will accept a comprehensive reusable tenant screening
19 report.

1 4.20 Defendant provides uniform tenant screening disclosures to all
2 prospective Washington tenants.

3 V. VIOLATIONS OF WASHINGTON'S RESIDENTIAL
4 LANDLORD-TENANT ACT (RLTA), RCW 59.18, *ET SEQ.*

5 5.1 In 2012, the Washington legislature found the following with respect to
6 landlords' use of tenant screening reports:

7 The legislature finds that residential landlords frequently
8 use tenant screening reports in evaluating and selecting
9 tenants for their rental properties. These tenant screening
10 reports purchased from tenant screening companies may
11 contain misleading, incomplete, or inaccurate information,
12 such as information relating to eviction or other court
13 records. It is challenging for tenants to dispute errors until
14 after they apply for housing and are turned down, at which
15 point lodging disputes are seldom worthwhile. The costs
16 of tenant screening reports are paid by applicants.
17 Therefore, applicants who apply for housing with multiple
18 housing providers pay repeated screening fees for
19 successive reports containing essentially the same
20 information.

21 5.2 Prior to the tenant being charged any fee for a tenant screening report,
22 Defendant was, at all times relevant to this action, required by RCW
23 59.18.257 to provide the name and address of the consumer reporting
24 agency from which it will obtain information about the prospective
25 tenant.

26 5.3 Prospective tenants may decide where they will apply to rent based on
27 which consumer report will be used for screening.

1 5.4 A prospective tenant who knows that derogatory information exists on
2 one consumer report may choose not to waste the screening fee if
3 another landlord utilizes the same report.

4 5.5 Alternatively, a prospective tenant may choose to apply with a
5 prospective landlord because the prospective tenant knows that a
6 particular consumer report contains no derogatory information.

7 5.6 Defendant's practice of providing the name and address of multiple
8 possible sources of consumer information, from which any one, or
9 none, may be used to screen the prospective tenant frustrates a
10 prospective tenant's ability to make informed decisions regarding
11 where to apply for rental housing.

12 5.7 Defendant's practice of providing multiple possible sources from which
13 it may obtain a consumer report without disclosing specifically which
14 consumer report will be accessed violates RCW 59.18.257(1)(a)(iii).

15 5.8 Effective June 9, 2016, prior to obtaining any information about a
16 prospective tenant, Washington landlords are required to notify all
17 prospective tenants in writing, or by posting, whether or not the
18 landlord will accept a comprehensive reusable tenant screening report
19 made available to the landlord by a consumer reporting agency. RCW
20 59.18.257(1)(a)(iv).

1 5.9 Defendant does not notify prospective tenants in writing, or by posting,
2 whether or not it will accept a comprehensive reusable tenant screening
3 report.

4 5.10 Defendant's failure to disclose whether it accepts a reusable tenant
5 screening report violates RCW 59.18.257(1)(a)(iv).

6 5.11 Effective June 9, 2016, any landlord who maintains a web site
7 advertising the rental of a dwelling unit or as a source of information
8 for current or prospective tenants must include a statement on the
9 property's home page stating whether or not the landlord will accept a
10 comprehensive reusable tenant screening report made available to the
11 landlord by a consumer reporting agency.

12 5.12 Defendant maintains web sites for all of its rental properties.

13 5.13 Defendant's websites advertise the properties and act as a source of
14 information for current or prospective tenants.

15 5.14 None of the Defendant's web sites state on the property's home page
16 whether or not the landlord will accept a comprehensive reusable tenant
17 screening report.

18 5.15 Defendant's failure to disclose on the property's home page whether or
19 not it will accept a comprehensive reusable tenant screening report
20 violates RCW 59.18.257(2).

6.5 Defendant should not be allowed to retain the value it received via the
illegal charges paid by prospective tenants.

VII. CLASS ALLEGATIONS

This action is brought on behalf of a class consisting of:

7.1 All persons;

7.2 Who applied to rent any property in the state of Washington;

7.3 Where the rental property, on the date of the application, was owned or
managed by Defendant Greystar, or where Defendant Greystar was a
“landlord” of the property, as defined by RCW 59.18.030(14);

7.4 Who paid any tenant screening fee to Defendant or its affiliates.

7.4.1 For violations related to Defendant’s failure to provide the
consumer reporting agency information, the class period is three
(3) years prior to filing of this action, through the date that the
class is certified;

7.4.2 For violations related to Defendant’s failure to provide
information regarding the comprehensive reusable tenant
screening report, the class period is June 9, 2016, through the
date that the class is certified.

7.5 Plaintiffs have the same claims as the members of the class. All of the
claims are based on the same factual and legal theories.

1 7.6 Plaintiffs will fairly and adequately represent the interests of the class
2 members. They are committed to vigorously litigating this matter.

3 7.7 Neither Plaintiffs nor their counsel have any interests which might
4 cause them not to vigorously pursue this claim.

5 7.8 A class action is a superior method for the fair and efficient adjudication
6 of this controversy.

7 7.9 Class wide damages are essential to induce Defendant to comply with
8 the law.

9 7.10 The interests of the class members in individually controlling the
10 presentation of separate claims against the Defendants is small, because
11 the amount of damages recoverable in an individual case under RCW
12 59.18.257 is relatively small.

13 7.11 Certification of a class pursuant to Fed. R. Civ. Pro 23(b)(3) is
14 appropriate. A class action is the only appropriate means of resolving
15 this controversy because the class members are not aware of their
16 rights, the class is comprised of a largely vulnerable population, and the
17 amount of available damages for many of the class members may be
18 relatively small. In the absence of a class action, a failure of justice will
19 result.

1 DATED this 24th day of January, 2019.

2
3 *Kirk D. Miller, P.S.*

4 /s Kirk D. Miller
5 Kirk D. Miller, WSBA #40025
6 Attorney for Plaintiff

7 *Cameron Sutherland, PLLC*

8 /s Brian G. Cameron
9 Brian G. Cameron, WSBA #44905
10 Attorney for Plaintiff